

**HOOSIER BUSINESS INVESTMENT (HBI) TAX CREDIT
PROJECT STATUS REPORT THROUGH 2004**

INDIANA ECONOMIC DEVELOPMENT CORPORATION

The Indiana Economic Development Corporation (IEDC) which replaced the Indiana Department of Commerce (IDOC) presents the 2004 annual report for the State of Indiana's Hoosier Business Investment (HBI) tax credit program, required under I.C. 6-3.1-26-24. The HBI program was introduced in the 2003 Indiana General Assembly and signed into law by Governor O'Bannon on May 8, 2003. The HBI program provides the State of Indiana with a tool for competing with other states nationwide in the attraction of new business opportunities. The HBI program is "performance-based"; HBI tax credit recipients must invest into their businesses in order to capture offsetting HBI tax credits, which are applied against the recipient's Indiana corporate income tax liability. This report presents the status of HBI tax credit projects. Questions regarding this report should be directed to IEDC's Director of Development Finance, Terri Van Zant, at (317) 232-8827.

STATUS REPORT 2004 HBI PROJECTS

PROJECTS APPROVED ON NOVEMBER 18, 2004

Accurate Manufactured Products Group, Inc., located in **Indianapolis, Marion County**, will transfer their manufacturing, distribution, and headquarter operations from New York to Indianapolis. AMPG will lease a 4,000 square feet manufacturing, 2,500 square feet office, and 13,000 square foot distribution building.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$130,000 over a period of 4 years.

American Fibertech, d/b/a Industrial Pallet Corporation, located in **Clarks Hill, Tippecanoe County**, is considering investment in the research, development, and implementation of new sawmill technology. Because of the limitations of current technology, IPC is unable to use approximately 70% of each log. If the new technology is successful, IPC will be able to use 25% more of each log in pallet production.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$585,000 over a period of 4 years.

American Fibertech, d/b/a Industrial Pallet Corporation, located in **Mitchell, Lawrence County**, is considering investment in the research, development, and implementation of new sawmill technology. Because of the limitations of current technology, IPC is unable to use approximately 70% of each log. If the new technology is successful, IPC will be able to use 25% more of each log in pallet production.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$420,000 over a period of 4 years.

Baker Hill Corporation, located in **Carmel, Hamilton County**, will invest in new computer software and hardware for the research and development of new software solutions. It will also invest in servers and firewalls. The investment will make it possible for Baker Hill to increase support and services to its existing clients, as well as support future investment in technologies and products for current and prospective clients.

IDOC recommended, and the EDGE Board approved, HBI credits in the amount of \$1,242,269 over a period of 4 years.

Berry Plastics Corporation, located in **Evansville, Vanderburgh County**, proposes to expand its current manufacturing facility. This capital expansion entails the addition of several pieces of manufacturing equipment such as the installation of new thermo formers, robots, part handling equipment, and high-speed printing presses. Berry further intends to increase its number of drinking cups production lines from three to seven. Berry will also be adding to its existing manufacturing facility as well as building another 125,000 square feet warehouse.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$18,920,015 over a period of 4 years.

Bing Assembly Systems, LLC, located in **Berne, Adams County**, will add an additional 27,800 square feet of manufacturing space to its existing facilities, install seven (7) new injection-molding machines and necessary support equipment, and two semi-automated assembly cells. This equipment and floor space will be dedicated to the manufacture and assembly of the outside rearview mirrors for the GMT800 & GMT900 Truck Platforms.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$4,590,000 over a period of 4 years.

Bowers Envelope Company, Inc., located in **Indianapolis, Marion County**, is considering purchasing an F.L. Smithe Colorvision Central Impression Printing Press. Bowers would also invest in new state of the art ink mixing dispensing system. They have become one of the industry leaders in this type of printing, which requires higher skill levels than historically required in the envelope making business. By moving forward with this type of investment the company will be able to also raise the overall level of their manufacturing hourly wages.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$193,993 over a period of 2 years.

Delco Pizza Products of Indiana, Inc., located in **Indianapolis, Marion County**, is considering a variety of capital investments over the next two (2) years to further modernize and supplement its current operations so that it can accommodate the growing demands of its customers. The proposed investments include a new generator, printing press, cheese shredder, infrastructure improvements, and enhancement of current storage facilities.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$346,500 over a period of 4 years.

Dover Industries, Inc. / Rotary Lift Division, located in **Madison, Jefferson County**, will modernize its manufacturing process through the automation of the production processes. It will further increase the production capacity and will further result of an "in house" production of parts that are currently outsourced. The project will further implement a new computer system that will lead to common information infrastructure between all of the company's manufacturing and sales operations in North America and Europe.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$11,678,385 over a period of 4 years.

Draper, Inc., located in **Spiceland, Henry County**, is considering a combination of real improvements and purchases of additional production equipment that will help accommodate the needs of its existing and future clients, including expansion of existing facilities. Draper plans to use its HBI tax credit to purchase production equipment, computer hardware and software, and make real property improvements.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$1,326,000 over a period of 4 years.

Dynaloy, LLC., located in **Indianapolis, Marion County**, is a blender of specialty chemicals, generally solvents used as a cleaning solution as part of a customer's manufacturing process. In order to develop these chemicals, Dynaloy must analyze the substance to be removed in the cleaning process. One of these techniques is the deployment of an electron microscope to assist in the analysis. This project is for the acquisition of a microscope and the employment of staff trained in its use. Currently, Dynaloy must outsource this work.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$51,000 over a period of 1 year.

G&T Industries of Indiana, Inc., located in **Jasper, Dubois County**, plans to add 14,963 square feet of production space and purchase a contour cutting machine, hot melt glue roller and two (2) string machines.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$37,247 over a period of 2 years.

The Chicago Faucet Company d/b/a Geberit Manufacturing Division, located in **Michigan City, LaPorte County**, will expand the current facility. The expansion will be the addition of 88,000 square feet of manufacturing and distribution space to the current 25,000 square foot facility. The expansion will allow the consolidation of two leased warehouses located in Michigan City, relocations of plastic injection molding and assembly of a product line currently performed by a contract manufacturer located in Kentucky, and will allow the company to cross-dock its diverse product line.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$1,410,300 over a period of 4 years.

ISG Burns Harbor, located in **Burns Harbor, Porter County**, will use the HBI tax credit to purchase new equipment and facilities, and modernize existing equipment, thereby ensuring that their facility continues to be an attractive location for capital investment.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$64,623,232 over a period of 4 years.

ISG Indiana Harbor, located in **East Chicago, Lake County**, has major steel production facilities in Ohio, Illinois, Maryland, Pennsylvania, New York, West Virginia, South Carolina, and Trinidad. ISG competes with these facilities for available capital investment dollars. ISG will use the HBI tax credit to purchase new equipment and facilities, and modernize existing equipment, thereby ensuring that their facility continues to be an attractive location for capital investment.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$39,099,986 over a period of 4 years.

Meese Orbitron Dunne Company, located in **Madison, Jefferson County**, plans to purchase a computer numerical controlled routing machine, which will allow it to more accurately reproduce its trimmed and drilled products. As a result, Meese will be more competitive on complex, high tolerance parts that are difficult to control by hand routing. Meese anticipates company growth will result due to the increased quality of its products. It plans on using its HBI tax credits to integrate its business with an ERP computer system.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$225,000 over a period of 2 years.

Performance Assessment Network, located in **Carmel, Hamilton County**, is moving its headquarters to this location. With this move, the company will increase capital investment and workforce growth to accommodate its increasing client base and other needs to address the overall growth of the business.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$205,617 over a period of 4 years.

Vestil Manufacturing Corporation, located in **Angola, Steuben County**, proposes an expansion of 100,000+ square feet of manufacturing and warehouse space. Robotic welding, mig welding of steel and aluminum components will be added, along with two assembly lines and racking. The powder coat system would be expanded by 50 percent. Computer and packaging equipment will be needed.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$1,125,000 over a period of 3 years.

PROJECTS APPROVED ON SEPTEMBER 7, 2004

Aero Industries, Inc., located in **Indianapolis, Marion County**, plans to acquire, construct, install, and equip a 138,000 square foot facility along with the purchase of machinery and equipment to be used in the facility. The new facility will enable Aero Industries to operate much more efficiently by combining three facilities into one. Aero Industries manufactures truck tarp systems, truck accessories, and cargo enclosures for heavy-duty truck transportation industry.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$2,220,000 over a period of 2 years.

Azteca Milling, L.P., located in **Evansville, Vanderburgh County**, will increase its plant capacity by 50%. It will include corn handling and storage facilities, corn milling process building and equipment, corn flour storage and handling, and finished product warehouse. Additional improvements will be made to its current infrastructure and upgrades to its wastewater treatment plant.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$7,664,400 over a period of 2 years.

Delphi Automotive Systems, LLC and Delphi Automotive Systems Human Resources, LLC, located in **New Castle, Henry County**, will construct a new manufacturing facility for the production and assembly of steering components. The site will be managed by Viking New Castle, LLC ("Viking"). Viking will hire 171 employees to work at the Delphi site. The steering components will be supplied to a major motor vehicle manufacturer.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$4,824,900 over a period of 2 years.

Frozen Food Corporation, located in **Salem, Washington County**, will construct a new facility to accommodate its meat packaging operations. Frozen Food Service is currently at capacity at its present facility and without more room it cannot expand to meet the demands of its customers needs. Frozen Food Service considered Bowling Green Kentucky as an alternative expansion site.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$450,000 over a period of 1 year.

FX Springman Plating Company, located in **Muncie, Delaware County**, plans to use its HBI Tax Credit for several installations. First, it will use the tax credit to install a new zinc plating line. Next, F.X. Springman will install a new Overhead Material Handling System and relocate the current Overhead Material Handling System in relation to the new plating line being installed. Last, it will install a new Wastewater Treatment System for the new plating line.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$123,806 over a period of 1 year.

Gilchrest & Soames Acquisition, LLC, located in **Indianapolis, Marion County**, is a manufacturer and distributor of shampoos, conditioners, soaps and lotions to high-end hotels, resorts, and spas for guest room amenities throughout the world. The investment is for new production lines, new computer design equipment, production forecasting and scheduling systems. In 2005, the company will add additional blending tanks as well as another filling line.

IDOC recommended, and the EDGE Board Approved, HBI tax credits in the amount of \$247,500 over a period of 2 years.

Indiana Packers Corporation, located in **Delphi, Carroll County**, supplies fresh and processed pork to domestic and international markets under the Indiana Kitchens brand. The multi-stage expansion project will involve the investment of approximately \$69 million for an addition of 160,000 square feet onto the existing facility. Both cooler and production capacity will be expanded, which will allow for an increase in kill capacity from 12,500 hogs a day to 16,000 hogs a day.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$22,070,400 over a period of 3 years.

Lafayette Venetian Blind, Inc., located in **West Lafayette, Tippecanoe County**, will be constructing a new 48,000 square foot addition to its existing West Lafayette facility and investing in machinery and equipment designed to expand production/manufacturing capabilities. Due to a significant increase in current and ongoing demand, the existing facility does not have the manufacturing capacity to allow Lafayette Venetian Blind the ability to meet customer orders and remain competitive in the global marketplace. The HBI Tax Credit will be used to offset the capital expenditures necessary for Lafayette Venetian Blind to expand and remain competitive.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$588,346 over a period of 1 year.

L.E. Johnson Products, Inc., located in **Elkhart, Elkhart County**. IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$842,550 over a period of 2 years. L.E. Johnson Products has elected not to pursue the HBI tax credit award. The amount of credits that were available to L.E. Johnson Products has not been included in the chart of HBI credits available on the last page of this report. The file has been closed and no further action will be taken.

Marburger Foods, Inc., located in **Peru, Miami County**, was acquired by ConAgra Foods, Inc. ("ConAgra") in November 2000. The facility in Peru manufactures pre-cooked bacon products marketed under various ConAgra brand names. ConAgra will renovate and expand its Marburger Foods operations in Peru, IN. ConAgra will invest in both real and personal property to increase manufacturing capabilities to meet growing customer demands.

IDOC recommended and the EDGE Board approved, HBI tax credits in the amount of \$7,111,205 over a period of 1 year.

North American Products Corporation, located in **Jasper, Dubois County**, must invest in new highly automated manufacturing equipment and expand its facility for two main reasons. First, the company must centralize its manufacturing processes in Jasper, Indiana. The benefits will be reduced costs at its outside service locations. Second, the focus on customers in the metal tooling market will require additional equipment and infrastructure improvements to expand its capacities and capabilities.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$1,239,000 over a period of 2 years.

Shrock Manufacturing, Inc., located in **Elkhart, Elkhart County**, requires more space to accommodate increased production lines. The existing building requires significant modification and reorganization to improve current product manufacturing efficiencies. The HBI tax credit will be utilized to help offset the costs associated with updating the obsolete buildings and investment in machinery and equipment, which will allow Shrock to expand and remain competitive.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$393,000 over a period of 4 years.

Wabash National, L.P., located in **Lafayette, Tippecanoe County**, will invest in its Indiana manufacturing operations to upgrade existing facilities, increase production capacity, and enhance worker safety. This investment will help the Company maintain existing Indiana employment levels and provide for additional employment at its Lafayette manufacturing facilities. The creation of this additional manufacturing capacity will provide for the continuation of all trailer assembly operations in Indiana.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$4,800,000 over a period of 2 years.

Zimmer, Inc. located in **Warsaw, Kosciusko County**, proposes to expand its life sciences manufacturing operations in Warsaw by purchasing an existing building. Zimmer will hire 211 professional individuals (engineers, marketing, etc.) for the Warsaw Zimmer facilities. Finally, Zimmer will expand its existing distribution facility and add 10 new hires. The expansion will be complete by the end of 2005.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$30,285,000 over a period of 4 years.

PROJECTS APPROVED ON JULY 19, 2004

AutoLiv ASP, Inc., located in **Columbia City, Whitley County**, manufactures steering wheels and various types of airbags for the Automotive Industry. This facility was constructed in 1998 and provides these products to Ford, GM, Chrysler and others. In order to accommodate future business with other OEM's, the facility will be doubling its size (120,000 sq. ft. to 240,000 sq. ft.). The new business will involve manufacturing of inflatable curtains (IC's) that protect occupants in

side-impact and rollover accidents. There is pending legislation to make IC's mandatory in mid-sized and large vehicles effective 2008. Automotive Manufacturers Alliance (includes every vehicle manufacturer) will require 50% of their new vehicles to be fitted with IC's by 2007, 100% regardless of legislation by the end of 2009.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$7,359,600 over a period of 4 years.

Busche Enterprise Division, Inc., located in **Kendallville, Noble County**, will purchase a 58,500 square foot building along with \$5,000,000 of new equipment to machine metal parts for the automotive, industrial, and agricultural industries.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$1,608,000 over a period of 2 years.

Coachmen RV Licensed Products Division, LLC, located in **Middlebury, Elkhart County**, is planning to purchase an existing 150,000 square foot manufacturing facility to produce recreational vehicles. At the proposed new facility, CRVLP would manufacture fold-down camping trailers and travel trailers branded as Coleman products under a new long-term, exclusive licensing agreement between Coachmen RV Group and The Coleman Company.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$1,305,000 over a period of 1 year.

Indiana Pickling Processing Corporation, located in **Portage, Porter County**, plans to expand its current operation, which is a 3-tank pickle line with a 4-stage rinse section. The expansion includes adding one additional pickle tank and a new, improved 5-stage rinse section. IPPC anticipates a 20-30% productivity increase. The HBI tax credit will be used to upgrade computer systems for the processing line and new terminal equipment for coil staging.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$345,000 over a period of 1 year.

Kemiron Great Lakes, LLC, located in **East Chicago, Lake County**, is a manufacturer of inorganic coagulates primarily utilized in the treatment of water and wastewater. The company currently has 11 production facilities in the U.S. with the East Chicago facility being the newest. The projected new investment in 2004 includes the following: \$880,000 in building improvements and \$320,000 in new equipment. The tax credits will be used for continued growth and employment increase.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$1,524,000 over a period of 3 years.

Olon Industries, Inc., located in **Washington, Daviess County**, is in the furniture components industry. It manufactures and sells drawers, wrapped moldings, and edge banding. The project involves two phases. The first phase will involve moving equipment worth \$2,000,000 from the North Carolina facility to Indiana. Simultaneously, the Indiana facility will be upgraded. The second phase of the project involves moving equipment from other facilities starting in the fall of 2005. The facility in Atlanta will be moved first, and as a result, the current Indiana facility will need to be expanded. The expansion includes investments in a \$1.5 million building project, new equipment, and retooling and upgrades of machinery. Lastly, in the spring of 2006, Olon will spend \$200,000 on retooling equipment that will be transferred from its Oregon facility.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$870,000 over a period of 3 years.

Peg Perego USA, Inc., located in **Fort Wayne, Allen County**, is a quality manufacturer of high-end juvenile products and children's riding vehicles. Its product lines include baby carriages, strollers, car seats, high chairs, and realistic riding vehicles for children. Peg Perego is planning to construct a new 129,000 square foot manufacturing and warehouse facility, along with an expansion of its existing administrative offices. As a result of this expansion, Peg Perego plans to add an entire additional production line, a new conveyor system, additional production molds, material handling equipment, lift trucks, and other miscellaneous storage equipment.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$2,067,195 over a period of 1 year.

Roehm Marine, Inc. d/b/a Signature Products, located in **Fort Wayne, Allen County**, a retailer of boats, motors, trailers, and accessories. The project includes expanding the company's rotomolding operation with the purchase of a new, larger machine to increase production. Production needs to be increased to meet the increasing demands from internal production and outside sales.

IDOC recommended, and the EDGE Board approved, HBI Tax Credits in the amount of \$114,000 over a period of 1 year.

SPX Corporation, located in **Auburn, DeKalb County**, is a global, multi-industry corporation that focuses in the following strategic business segments: Technical Products and Systems, Industrial Products and Services, Flow Technology, Cooling Technologies and Services and Service Solutions. SPX is planning the purchase and installation of automation and machining equipment to be used in the production of its products. This expansion will take place at either the Auburn, Indiana facility or the Clarksville, Tennessee facility.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$1,560,000 over a period of 1 year.

Steamway Corporation, located in **Scottsburg, Scott County**, is a research and development firm and potential manufacturer of patented polypropylene food trays. Steamway currently holds eleven patents and has eleven pending on various self-venting microwavable packaging. Steamway plans growth, which will enable the company to manufacture its own tray for sale both internationally and domestically. Steamway plans to continue its research and development of new microwavable food packaging for the various needs of the industry. With the continuation of new product research and development and marketing, Steamway anticipates tremendous growth, which will provide new jobs every year in the manufacturing and technological fields.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$330,000 over a period of 2 years.

Superior Metal Technologies, LLC, located in **Indianapolis, Marion County**, specializes in metal fabricating services. Superior Metal Technologies has developed and implemented management systems to help quote, process, track production, and ensure quality control on all manufacturing processes. In addition, the company provides value-added customer services, including storage, fabricating, fill and debridge, and pick and pack. The HBI tax credit will be used to offset the cost of new energy saving equipment and new more environmentally sound production and manufacturing equipment.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$120,000 over a period of 2 years.

Suros Surgical Systems, Inc., located in **Indianapolis, Marion County**, is an Indiana-based medical device manufacturer of tissue excision and biopsy with multiple surgical specialties. Suros is proposing to relocate and expand the company's life sciences headquarters. Suros has

patented biopsy technology that is currently being sold throughout the U.S. and internationally. The expansion will encompass the R&D, manufacturing, and distribution functions of the company.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$862,500 over a period of 4 years.

PROJECTS APPROVED ON MAY 12, 2004

BioStorage Technologies, Inc., located in **Indianapolis, Marion County**, collects, manages and stores biological specimens. BioStorage will modify an existing facility to accommodate their life sciences infrastructure company. Storage and monitoring equipment will be acquired for specimen storage. In addition, R&D will be working with several different companies on research and development projects.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$2,174,151 over a period of 4 years.

Copeland Corporation, located in **Rushville, Rush County**, is a world leader in the production of compressors, condensing units and electronics for commercial refrigeration and residential and commercial air conditioning applications. In order to increase production capacity, Copeland will consolidate its North America Semi-Hermetic compressor assembly from three plants to one. Copeland will expand its existing facility in Rushville.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$1,135,200 over a period of 4 years.

Hill's Pet Nutrition Indiana, Inc., located in **Richmond, Wayne County**, is a producer of premium pet food. Hill's pet foods are available in many product forms and are marketed based on a pet's dietary requirements, medical condition and age. Its products are sold in the United States, Japan and more than 86 other countries around the world. Hill's primary products are marketed under two brands, Science Diet and Prescription Diet. The proposed investment and Hoosier tax credit will be used to target such things as energy reduction, process yield improvements, process capability changes, and new product process implementation.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$3,000,000 over a period of 2 years.

Lenoco Technologies, LLC, located in **Indianapolis, Marion County**, specializes in the sale, service and consulting of PBX and Key Systems, Voice and Data Systems, NT Servers, and refurbished telecommunications equipment. The proposed project includes the purchase of 4 acres with the intention of building a new 12,000 square foot corporate headquarters building in 2004 and following growth of the company, an addition of approximately 8,000 square foot to be constructed in the second phase of the project in approximately 2007. The HBI Tax Credit will be used to offset the cost of equipping the new HQ building.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$742,500 over a period of 4 years.

MACTac, located in **Columbus, Bartholomew County**, manufactures pressure sensitive adhesive coated materials. MACTac plans to expand its current facility by 130,000 square feet to accommodate pressure sensitive coating and finishing equipment as well as additional warehouse space.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$3,000,000 over a period of 2 years.

Metaldyne Sintered Components of Indiana, Inc., located in **North Vernon, Jennings County**, is a manufacturer of powder metal connecting rods used in the automotive industry. Metaldyne will renovate and upgrade the interior of its plant, and purchase precision machinery used for connecting rods. Metaldyne hopes to attract new customers in addition to existing customers with use of a new manufacturing process. Metaldyne anticipates the need for additional investment in the future.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$5,582,127 over a period of 2 years.

North Vernon Industrial Corporation, located in **North Vernon, Jennings County**, employs the latest and technologically advanced equipment for the manufacturing of counterweights for the North American forklift market. NVIC has recently been awarded contracts with two new customers, which requires an increase in demand for its product. The new demand exceeds the existing capacity of the current facility. The new facility will be similar to the process of the existing facility with one exception; NVIC will also be able to produce larger size castings, which have resulted in additional future sales agreements with new clients. The HBI tax credits will be used to help fund the new facility and the equipment.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$8,700,131 over a period of 4 years.

NTN Driveshaft, Inc., located in **Columbus, Bartholomew County**, is the manufacturer of constant velocity joints, an automotive part. NTN Driveshaft will construct an additional manufacturing plant, which will approximately double the Company's current production capacity of finished goods. The expansion will enable the Company to increase the production of component parts to furnish to the new finished goods manufacturing plant. Manufacturing equipment that is being purchased includes forging equipment, equipment related to constant velocity joints, heat treating equipment, as well as grinding & assembly equipment presser.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$42,136,500 over a period of 3 years.

Resin Partners, Inc. d/b/a Home Design Products, located in **Anderson, Madison County**, needs to expand capacity in North America to manufacture additional injection molded plastic products such as shelving, tote boxes and cabinets. Resin Partners will purchase the former Magnequench building in Anderson. It will bring the site back to production by investing \$2.5 million to purchase and modify the former Magnequench facility. Resin Partners will invest in injection molding machines, robots, cranes, special tooling, automation, and material systems. Resin Partners will produce heavy-duty plastic shelving systems and storage totes will take place at the facility. The HBI tax credit will offset substantial private investment necessary to stay competitive with other out of state plastic companies. The credits will allow Resin Partners to potentially make greater future investments in its facility, machinery and equipment.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$3,045,000 over a period of 2 years.

Schwarz Pharma Manufacturing, Inc., located in **Seymour, Jackson County**, focuses on manufacturing technologies for the production of solid and oral dosage forms in the areas of tablets and capsules. The utilization of technologies such as hi-sheer granulation, fluid bed processing and coatings also are core to current and future production. Services include all phases of manufacturing, from product development to the distribution of products. Schwarz Pharma will expand its current Seymour facility by adding manufacturing space to accommodate

new equipment. Schwarz Pharma will invest in additional manufacturing equipment to be used in the development of new product lines.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$4,800,000 over a period of 4 years.

TOA (USA), LLC, located in **Mooreville, Morgan County**, is an automotive parts manufacturing facility. TOA's Mooreville facility consists of stamping, welding, robotics, paint, and related operations. TOA will invest in real estate and manufacturing equipment. It will expand its existing facility by adding 88,000 square feet. TOA will purchase manufacturing equipment specified for production control, quality assurance, coating, press and welding operations. This investment will increase production capacity necessary to supply a major new customer and to expand truck sales to existing customers.

IDOC recommended, and the EDGE Board approved, HBI tax credits in the amount of \$11,100,000 over a period of 2 years.

HBI CREDITS AWARDED AND CERTIFIED TO-DATE

As of December 31, 2004, the EDGE Board has approved fifty-five (55) projects. There is one project in which the company has decided not to pursue the HBI tax credit award. This one project has been excluded from the total HBI Credits Available.

The annual report includes all companies approved by the EDGE Board all of which are in the process of agreement.

The total amount of HBI credits available through 2007 is \$331,820,505. No credits have been certified to date. All companies are in the process of reaching an agreement with the State.